


JANUARY 11, 2008

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON JANUARY 11, 2008, IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE MINERAL, SURFACE, DEVELOPMENT, FEE WAIVER, AND TRUST ACCOUNTING BUSINESS MATTERS AS INDICATED AND WHICH BECOME EFFECTIVE AT 5:00 P.M. ON JANUARY 11, 2008.

THESE MINUTES INCLUDE MINERAL ACTIONS AS LISTED ON PAGE 1 TO 1; SURFACE ACTIONS AS LISTED ON PAGES 1 TO 10; DEVELOPMENT ACTIONS AS LISTED ON PAGES 10 TO 17; ACTIONS CONTAINING FEE WAIVERS AS LISTED ON PAGES 18 TO 19; AND TRUST ACCOUNTING ACTIONS AS LISTED ON PAGES 19 TO 20.

THESE MINUTES ARE DEEMED THE FINAL AGENCY ACTION CONCERNING THESE MATTERS AND ARE SUBJECT TO REVIEW AND/OR ADJUDICATION PURSUANT TO R850-8 OF THE AGENCY'S RULES. ANY APPEAL OF MATTERS CONTAINED WITHIN THESE MINUTES MUST BE IN WRITING, PURSUANT TO R850-8-1000, AND MUST BE RECEIVED BY THE OFFICE OF THE DIRECTOR BY 5:00 P.M. ON FRIDAY, JANUARY 25, 2008. APPEALS NOT FILED BY THAT TIME WILL BE CONSIDERED UNACCEPTABLE AND THE MATTERS WILL BE UNAPPEALABLE.



KEVIN S. CARTER, DIRECTOR
SCHOOL AND INSTITUTIONAL
TRUST LANDS ADMINISTRATION

LESLIE M. WARNER, RECORDS OFFICER

ARCHIVES APPROVAL NO. 7990209

MINERAL ACTIONS

APPROVAL OF MINERAL MATERIALS PERMIT FOR BUILDING STONE (SCH FUND)

The following application has been received for a Mineral Materials Permit to mine rip-rap stone for use in road-alignment maintenance. The stone deposit consists of a rhyolitic material in the form of talus slopes on the north side of Kingston Canyon. The materials may be mined from the talus slopes with relatively little impact to the surface. The site was previously leased to the Division of Wildlife Resources for use in stream-bed maintenance under ML 49428-MP which expired at the end of August, 2007. The applicant has submitted the required filing fee and first year advance rental payment for the permit. It is recommended that the application be approved with the terms and conditions described below.

ML 51194 MP

Piute County
550 North Main Street
P.O. Box 99
Junction, UT 84740

T30S, R2.5W, SLB&M.

Section 16: NW4SE4

Piute County

40.00 acres

Stone Commodity – Rhyolitic, Rip-rap Boulders/Building Stone.

Advance Annual Rental – \$10.00 per acre (credited against production as it accrues for the permit-year).

Production Royalty Rate – The greater amount of either 10% of Gross Value or \$10.00 per ton.

Primary Term – Three years.

Upon recommendation of Mr. Blake, the Director approved the application.

SURFACE ACTIONS

RANGE IMPROVEMENT PROJECTS

RANGE IMPROVEMENT PROJECT NO. 306 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

School and Institutional Trust Lands Administration
675 East 500 South, Suite 500
Salt Lake City, UT 84102

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

T11N, R19W, SLB&M

Section 3: SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ (within)

Section 10: NE $\frac{1}{4}$ NE $\frac{1}{4}$ (within)

RANGE IMPROVEMENT PROJECT NO. 306 (APPROVAL) (CONTINUED)

T12N, R19W, SLB&M

Section 21: Lot 4, S $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ (within)

Section 22: W $\frac{1}{2}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ NW $\frac{1}{4}$ (within)

Section 27: W $\frac{1}{2}$ NW $\frac{1}{4}$ (within)

Section 28: Lots 1, 2, E $\frac{1}{2}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$

COUNTY: Box Elder

FUND: School and USU

REQUESTED/PROPOSED ACTION:

The applicant is proposing to rehabilitate 1000 acres of land that was burned by wildfire. Seed will be applied by aircraft and then 620 acres of the seeded area will be worked with a chain. Seed is being supplied by the Department of Agriculture and Food's Grazing Improvement Program ("GIP"). The site will not be used by livestock for the minimum of two years.

RELEVANT FACTUAL BACKGROUND:

The applicant submitted a proposal for this range improvement project on October 1, 2007. The proposal was submitted to the Resource Development Coordinating Committee ("RDCC") for comment. RDCC responded that no comments had been received.

The Trust Lands Administration's archaeological staff cleared the site for cultural resources.

A search of the Trust Lands Administration's records was made to determine the status of the area involved. The grazing permits in the project area are GP 22577 (Allen Raymond Tanner, LLC) and GP 21270-99 (Simplot Industries Inc.). Both permits will be required to take non-use for two years. There are no other leases or activities in these areas.

The project cost on trust lands is valued at \$63,000.00. UtahPCD is contributing \$38,000.00 (\$22,000.00 in seed and \$16,000.00 for implementation). The Trust Lands Administration will fund the remainder of the implementation and cultural clearance (\$15,000.00 and \$10,000.00, respectively). Amortization of these costs is not applicable since the grazing permittees are not a source of project funding. Note: The life of the project (the benefit) is 20 years.

EVALUATION OF THE FACTS:

This range improvement is in compliance with R850-50-1100(5)(a) and (b). The project does enhance the value of the resources pursuant to R850-50-1100(5)(c).

Upon recommendation of Mr. Scott Chamberlain, the Director approved Range Improvement Project No. 306. This summary will constitute the record of decision.

RANGE IMPROVEMENT PROJECT NO. 315 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Division of Wildlife Resources
1594 W. North Temple
Salt Lake City, UT 84116

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

Township 12 South, Range 22 East, SLB&M
Section 36: SW $\frac{1}{4}$ (within)

RANGE IMPROVEMENT PROJECT NO. 315 (APPROVAL) (CONTINUED)Township 13 South, Range 22 East, SLB&M

Section 2: within

Section 25: S½ (within)

Section 26: SE¼ (within)

Section 32: SE¼SE¼

Section 35: E½ (within)

Section 36: NW¼ (within)

Township 14 South, Range 22 East, SLB&M

Section 2: W½ (within)

COUNTY: Uintah

FUND: School

REQUESTED/PROPOSED ACTION:

The Utah Division of Wildlife Resources ("UDWR") proposes to lop and scatter approximately 850 acres of pinyon and juniper which has encroached into various sagebrush openings. Cutting and scattering will all be done by hand. No vehicles will be used. No ground disturbance is anticipated. Slash will be lopped to less than 3 feet in height. Although UDWR is the applicant, this is part of a larger Bureau of Land Management project.

RELEVANT FACTUAL BACKGROUND:

The applicant submitted a proposal for this range improvement project on November 27, 2007. The proposal was submitted to the Resource Development Coordinating Committee ("RDCC") for comment. RDCC responded that, "[t]he State Planning Coordinator's Office has reviewed this proposal and has not received any comments..." Uintah County sent a supportive letter regarding the project.

A search of the Trust Lands Administration's records was made to determine the status of the area involved. The grazing permits of record are GP 21783-02 (Piney Valley Ranches Trust, who is in support of the project) and GP 20595, (Alameda Corp., who has not responded to phone calls, but has been in favor of lop and scatter projects in the past). There is one right-of-way and six easements which are gas pipelines in the project areas that will be crossed, with no anticipated impacts. There are 11 mineral leases within the project area; however, due to the nature of the project, none of these will be affected.

The project cost on trust lands is valued at \$18,250.00 (\$21.71/ acre). Because the applicant is not the permittee of record and not funding the project, the project will not be eligible for amortization. Note: The life of the project (the benefit) is 15 years.

EVALUATION OF THE FACTS:

This range improvement is in compliance with R850-50-1100(5)(a) and (b). The project does enhance the value of the resources pursuant to R850-50-1100(5)(c).

Upon recommendation of Mr. Scott Chamberlain, the Director approved Range Improvement Project No. 315. This summary will constitute the record of decision.

RANGE IMPROVEMENT PROJECT NO. 316 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Division of Wildlife Resources
594 W. North Temple
Salt Lake City, UT 84116

LEGAL DESCRIPTION OF LANDS DIRECTLY AFFECTED:

Township 15 South, Range 21 East, SLB&M
Section 36: NW $\frac{1}{4}$ NW $\frac{1}{4}$ (Within)

Township 15 South, Range 22 East, SLB&M
Section 32: E $\frac{1}{2}$ (Within)

Township 15.5 South, Range 22 East, SLB&M
Section 34: NE $\frac{1}{4}$ NE $\frac{1}{4}$ (Within)
Section 35: NE $\frac{1}{4}$ NE $\frac{1}{4}$ (Within)
Section 36: NW $\frac{1}{4}$ NW $\frac{1}{4}$ (Within)

COUNTY: Grand and Uintah

FUND: School

REQUESTED/PROPOSED ACTION:

The Utah Division of Wildlife Resources ("UDWR") proposes to remove approximately 137 acres of pinyon and juniper using a "bullhog," which will chip the trees on-site and will scatter the mulch. The site will not be seeded post treatment, and will not require rest from livestock use. This is part of a larger project which includes BLM lands.

RELEVANT FACTUAL BACKGROUND:

The applicant submitted a proposal for this range improvement project on July 28, 2007. The proposal was submitted to the Resource Development Coordinating Committee ("RDCC") for review. RDCC responded that it had received no comments. Uintah County responded that it was in support of the project.

The Trust Lands Administration's archaeological staff determined no cultural clearance is needed.

A search of the Trust Lands Administration's records was made to determine the status of the area involved. The grazing permittee of record is Burt DeLambert, GP 22777-00. Mr. DeLambert is in support of the project. There are four mineral leases within the project area; however, due to the nature of the project, the leases will not be affected. There are three buried pipeline easements within the project area that will be crossed with no anticipated effects.

The project cost on trust lands is valued at \$35,000.00 (\$255.00/ acre). Questar Gas is donating \$32,000.00 toward the project. The remainder is being supplied by the applicant. Because the applicant is not a lessee or permit holder on these lands, the project will not be eligible for amortization. Note: The life of the project (the benefit) is 15 years.

EVALUATION OF THE FACTS:

This range improvement is in compliance with R850-50-1100(5)(a) and (b). The project does enhance the value of the resources pursuant to R850-50-1100(5)(c).

Upon recommendation of Mr. Scott Chamberlain, the Director approved Range Improvement Project No. 316. This summary will constitute the record of decision.

RIGHTS OF ENTRY**RIGHT OF ENTRY NO. 5086 (APPROVAL)**

The Trust Lands Administration has received an application from Citadel Broadcasting Company, 434 Bearcat Dr., Salt Lake City, UT 84115, for temporary authorization to continue the operation of an existing communication site for one FM Radio transmission tower and related facility on the following trust lands on Lake Mountain:

Township 6 South, Range 1 West, SLB&M

Section 22: Within, as more particularly described:

Beginning at the North Corner of said tract of land, which point is North 1438.12 feet and West 1838.91 feet from the Southeast Corner of Section 22, T6S, R1W, SLB&M; thence N 48°11' E 300 feet; thence S 41°49' E 300 feet; thence S 487°11' W 300 feet; thence N 41°49' W 300 feet to point of beginning. Containing 2.07 acres, more or less.

County: Utah

Acres: 2.07

Fund: School

This right of entry permit will allow continued use of the facilities, which were authorized under expired SULA 1171, while the application for a special use lease (SULA 1531) is being processed. The primary reason for the interim permit is to allow more time to negotiate the replacement lease and consider reducing the size of the lease area. There will be no additional disturbance or changes on the site.

The permit shall have only a six-month term, with a commencement date of September 1, 2007, and an expiration date of February 29, 2008. The charge for this permit is \$15,100.00, which is comprised of a \$50.00 application fee, a \$50.00 processing charge, and \$15,000.00 six-month base rental (to be applied as telecommunication lease rental).

The permittee has a previous record of satisfactory performance on the existing communication site with the Trust Lands Administration.

Upon recommendation of Mr. Gary Bagley, the Director approved Right of Entry Permit No. 5086 as described above.

RIGHT OF ENTRY NO. 5117 (APPROVAL)

On December 24, 2007, the School and Institutional Trust Administration received an application from Moab Cyclery, dba Escape Adventures, 8221 W. Charleston Blvd., Suite 101, Las Vegas, NV 89117, to occupy all trust land located within the State of Utah, except for those lands subject to existing leases or permits that grant access control, and those lands that have been withdrawn or may be withdrawn by order of the Director, to conduct commercial bicycle tours for a one-year term.

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The permittee shall also pay to the Trust Lands Administration the sum of 3% of gross receipts based on number of clients, number of client days, and percentage of time spent on trust land, within 30 days of the permit expiration date. Beginning date: January 1, 2008. Expiration date: December 31, 2008. Funding: School = 96%, USU = 0.72%, Deaf = 0.17%, USH = 0.09%, Blind = 0.51%, MH = 0.20%, NS = 0.19%, PB = 0.09%, SYDC = 0.04%, RES = 1.40%, SM = 0.18%, UNIV = 0.41%.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5117 for a one-year term.

RIGHT OF ENTRY NO. 5118 (APPROVAL)

On December 24, 2007, the School and Institutional Trust Lands Administration received an application from Cathedral Bluff Outfitters, c/o Wayne Pennell, P.O. Box 294, Rangely, CO 81648, to occupy all trust land located within the State of Utah, except for those lands subject to existing leases or permits which grant access control, and those lands that have been withdrawn or may be withdrawn by order of the Director, for hunting and guide services for a one-year term.

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The permittee shall also pay to the Trust Lands Administration the sum of 3% of gross receipts based on number of clients, number of client days, and percentage of time spent on trust land, within 30 days of the permit expiration date. Beginning date: January 1, 2008. Expiration date: December 31, 2008. Funding: School = 96%, USU = 0.72%, Deaf = 0.17%, USH = 0.09%, Blind = 0.51%, MH = 0.20%, NS = 0.19%, PB = 0.09%, SYDC = 0.04%, RES = 1.40%, SM = 0.18%, UNIV = 0.41%.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5118 for a one-year term.

RIGHT OF ENTRY NO. 5119 (APPROVAL)

On December 24, 2007, the School and Institutional Trust Lands Administration received an application from Chris Loncarich Guide & Outfitters, P.O. Box 97, Mack, CO 81525, to occupy all trust land located within the State of Utah, except for those lands subject to existing leases or permits which grant access control, and those lands that have been withdrawn or may be withdrawn by order of the Director, for hunting and guide services for a one-year term.

The fee for this right of entry is \$200.00 plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$300.00. The permittee shall also pay to the Trust Lands Administration the sum of 3% of gross receipts based on number of clients, number of client days, and percentage of time spent on trust land, within 30 days of the permit expiration date. Beginning date: January 1, 2008. Expiration date: December 31, 2008. Funding: School = 96.00%, USU = 0.72%, Deaf = 0.17%, USH = 0.09%, Blind = 0.51%, MH = 0.20%, NS = 0.19%, PB = 0.09%, SYDC = 0.04%, RES = 1.40%, SM = 0.18%, UNIV = 0.41%.

Upon recommendation of Ms. Jeanine Kleinke, the Director approved Right of Entry No. 5119 for a one-year term.

SPECIAL USE LEASE AGREEMENTS**SPECIAL USE LEASE AGREEMENT NO. 1546 (APPROVAL)****APPLICANT'S NAME AND ADDRESS:**

Integrated Energy Colorado LLC
 1137 19th Road
 Fruita, Colorado 81521

APPLICATION TYPE: INDUSTRIAL

TERMS: 10 years

BEGINNING DATE: September 1, 2007

ENDING DATE: August 31, 2017

NEXT REVIEW DATE: September 1, 2012

FIRST YEAR RENTAL: \$ 820.00

APPLICATION FEE: \$ 250.00

PROCESSING FEE: \$ 700.00

ADVERTISING FEE: \$ 89.40

TOTAL SUBMITTED: \$1,859.40

LEGAL DESCRIPTION:

Township 16 South, Range 12 East, SLB&M
 Section 2: Within the NE $\frac{1}{4}$ SW $\frac{1}{4}$ and NW $\frac{1}{4}$ SE $\frac{1}{4}$

Beginning at a fence corner which bears North 1530.1 feet and West 2649.2 feet from the Southeast corner of Section 2, thence North 52°26' West 649.8 feet, thence North 37°35' East 249.9 feet, thence South 52°26' East 651.0 feet to a corner, thence South 37°52' West 249.7 feet to the point of beginning. Containing 3.73 acres, more or less.

COUNTY: Emery

ACRES: 3.73

FUND: School

PROPOSED ACTION:

The applicant proposes to use the property for the open storage of pipe and well drilling equipment. This lease replaces expired SULA 1122 and will be used for the same purpose. No new disturbance to the subject area is expected to occur. The proposed term of this lease is 10 years.

RELEVANT FACTUAL BACKGROUND:

The application was advertised in a paper of local circulation in Emery County. In addition, Emery County was notified of the action and a copy of the notice was sent to all lessees, permittees, and adjoining landowners. The required public notice process has been completed pursuant to the requirements of R850-30-500(2)(d) and R850-30-500(2)(e). There were no competing applications received during the notice period.

The Resource Development Coordinating Committee ("RDCC") was not contacted, as this is an existing use. This lease is replacing Special Use Lease Agreement No. 1122, which expired August 31, 2007.

A cultural resource inventory was not required, as no new surface disturbance is to occur with this new application.

EVALUATION OF FACTS:

Competing applications were solicited pursuant to R850-30-500(2) and no competing applications were received. The application was reviewed pursuant to R850-30-500(2)(g) and the applicant was notified of the need to submit a sealed bid pursuant to R850-30-500(2)(f). The applicant submitted a sealed bid in the amount of \$820.00 per year for the 3.73 acres for the lease site. The lease will have a clause providing for escalation of the annual rental at the end of each five-year period, utilizing the approved index.

SPECIAL USE LEASE AGREEMENT NO. 1546 (APPROVAL) (CONTINUED)

This action qualifies as an exclusion to the narrative record of decision because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Kurt Higgins, the Director approved the issuance of SULA 1546, with a beginning base rental of \$820.00. The term of the lease will be 10 years, with a five-year rental review pursuant to R850-30-400.

SPECIAL USE LEASE AGREEMENT NO. 1558 (APPROVAL)**APPLICANT'S NAME AND ADDRESS:**

Enduring Resources, LLC
475-17th Street, Suite 1500
Denver, Colorado 80202

APPLICATION TYPE: INDUSTRIAL

TERMS: 30 years

BEGINNING DATE: February 1, 2008

ENDING DATE: January 31, 2038

NEXT REVIEW DATE: February 1, 2013

FIRST YEAR RENTAL: \$ 600.00

APPLICATION FEE: \$ 250.00

PROCESSING FEE: \$ 700.00

ADVERTISING FEE: \$ 90.00

TOTAL SUBMITTED: \$1,640.00

LEGAL DESCRIPTION:

Township 11 South, Range 22 East, SLB&M
Section 36: SW¹/₄SW¹/₄

Beginning at a point in the SW¹/₄SW¹/₄ of Section 36, T11S, R22E, SLB&M, which bears N 35°38'58" E 757.25 ft from the Southwest Corner of said section, thence N 43°36'00" W 40.00 ft; thence N 28°51'41" W 114.02 ft; thence N 25°58'27" W 169.52 ft; thence N 19°44'49" W 120.96 ft; thence N 67°37'33" E 118.27 ft; thence N 68°19'46" E 116.42 ft; thence S 88°02'09" E 43.69 ft; thence S 31°48'28" E 87.61 ft; thence S 23°48'51" E 102.73 ft; thence S 31°18'55" E 52.67 ft; thence S 19°49'29" E 137.48 ft; thence S 50°22'13" W 102.36 ft; thence S 59°28'46" W 141.71 ft; thence S 86°19'40" W 24.28 ft to the point of beginning. Basis of bearings is the North line of the NW¹/₄ of said section which is taken from G.L.O. information to bear S 89°57' W. Contains 2.82 acres, more or less.

COUNTY: Uintah

ACRES: 2.82

FUND: School

PROPOSED ACTION:

The applicant proposes to lease the site of an existing well, known as Buck Camp 11-22-14-36, for salt water disposal. The well has been converted to dispose of produced waste salt water. All of the water being injected into this well is not produced from this site, therefore this constitutes the need for a special use lease agreement. The proposed term of the lease is 30 years. The applicant has the subject property under lease for oil, gas, and hydrocarbon – lease number ML 47077.

SPECIAL USE LEASE AGREEMENT NO. 1558 (APPROVAL) (CONTINUED)**RELEVANT FACTUAL BACKGROUND:**

The application was advertised in a paper of local circulation in Uintah County. In addition, Uintah County was notified of the action and a copy of the notice was sent to all lessees, permittees, and adjoining landowners. The required public notice process has been completed pursuant to the requirements of R850-30-500(2)(d) and R850-30-500(2)(e). There were no competing applications received during the notice period.

The Resource Development Coordinating Committee ("RDCC") was not notified as this is an existing well and, therefore, is exempt from RDCC review.

Cultural resource inventory is not required as no new surface disturbance will occur in conjunction with this lease. The Trust Lands Administration's staff archaeologist concurs with this finding.

EVALUATION OF FACTS:

Competing applications were solicited pursuant to R850-30-500(2) and no competing applications were received. The application was reviewed pursuant to R850-30-500(2)(g) and the applicant was notified of the need to submit a sealed bid pursuant to R850-30-500(2)(f).

The applicant submitted a sealed bid in the amount of \$600.00 per year for the lease rental. In addition to lease rental, the applicant shall pay the Trust Lands Administration a water disposal fee in the amount of five cents (\$0.05) per barrel for the noncompliant water disposed of in the injection well. The lease will have a clause providing for escalation of the annual rental and royalty fee at the end of each five-year period utilizing the approved index.

A preliminary evaluation of land value indicates that the minimum annual rental of \$600.00 and the water disposal fee of \$0.05 per barrel for the produced saltwater injected into the well will exceed a rental based on the value of the land.

This action qualifies as an exclusion to the narrative record of decision process because it does not warrant the time and expense necessary to complete a full narrative record. Therefore, this summary will constitute the record of decision.

Upon recommendation of Mr. Kurt Higgins, the Director approved the issuance of SULA 1558 with a beginning annual rental of \$600.00 and a water disposal fee in the amount of five cents (\$0.05 cents) per barrel for all non-compliant water disposed of at the Buck Camp 11-22-14-36 Well. The term of the lease will be 30 years, with a five-year rental review pursuant to R850-30-400.

SPECIAL USE LEASE AGREEMENT NO. 1380 (RENTAL INCREASE)

The above lease, in the name of Fred J. Anderson and Kathy Ketterman Anderson, 343 West 4125 North, Pleasant View, UT 84114-1154, has come to the end of the first five-year period and, pursuant to Paragraph 3 of the lease, the current rental (\$1,000.00) shall be increased by 15%, effective January 1, 2008. The new rental rate for the next five years (January 1, 2008 – December 31, 2012) is \$1,150.00. Box Elder County. School Fund.

This item was submitted by Mr. Scott Chamberlain for record-keeping purposes.

SPECIAL USE LEASE AGREEMENT NO. 777 (EXPIRATION)

The above-referenced special use lease, issued to Howard R Ault, expired on December 31, 2007. Records should be noted to show this expiration. Utah County. School Fund.

This item was submitted by Mr. Scott Chamberlain for record-keeping purposes.

TIMBER SALES**FOREST PRODUCTS PERMIT NO. 2082**

The School and Institutional Trust Lands Administration, pursuant to Forest Products Permit No. 2082, has received payment from Stevenson Intermountain Seed, Inc., P.O. Box 2, Ephraim, UT 84627, for 10% of market value for native seed harvested from trust lands. Payment in the sum of \$2,914.00 has been received. Uintah County. School Fund.

This item was submitted by Mr. Scott Chamberlain for record-keeping purposes.

DEVELOPMENT ACTIONS

DEVELOPMENT SALE – WATERTANK SITE CROSS HOLLOW (PS 7362)

The following sale has been executed and a patent issued:

CERTIFICATE OF SALE NO.:	24728
CERTIFICATE/DATE OF SALE:	October 15, 2007
PATENT NO.:	20029
PATENT DATE:	October 1, 2007
PROJECT:	Cross Hollow Hills
PROJECT MANAGER:	Rodger Mitchell
PROJECT CODE:	CRSHL 000 00
FUND:	School of Mines
SALE PRICE:	\$51,500.00
BOARD APPROVAL DATE:	January 19, 2006

BUYER:

Cedar City
a Utah incorporated municipality
10 North Main Street
Cedar City, Utah 84720

FINANCIAL INFORMATION:

At closing, the purchase price has been paid under deduction of One Hundred Fifteen Dollars and No Cents (\$115.00) closing costs.

DEVELOPMENT SALE – WATERTANK SITE CROSS HOLLOW (PS 7362) (CONTINUED)

LEGAL DESCRIPTION OF SALE PARCEL:

Township 36 South, Range 11 West, SLB&M

Section 20:

Beginning at a point N 89°43'14" W, 1150.29 ft. along the section line and S 0°16'46" W, 56.29 ft. from the Northeast corner of Section 20, T36S, R11W, SLM; thence S 0°16'46" W, 208.71 ft. thence N 89°43'14" W, 238.71 ft.; thence N 0°16'46" E, 208.71 ft.; thence S 89°43'14" E, 238.71 ft. to the point of beginning.

Containing 1.14 acres, more or less

NUMBER OF ACRES BY COUNTY: 1.14 acres – Iron County

NUMBER OF ACRES BY FUND: 1.14 acres – School of Mines

MINERAL RESERVATIONS:

Excepting and reserving to the State for the benefit of the State and its successors in interest, assigns, permittees, licensees and lessees from time to time, all coal, oil and gas and other mineral deposits, along with the right for the State or such other authorized persons or entities to prospect for, mine, and remove such deposits; also

SURFACE RESERVATIONS:

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute; also,

Subject to Easement No. 937 for a slope easement, issued to PacifiCorp, d/b/a Utah Power and Light.

MINERAL LEASES CANCELED: None

SURFACE LEASES CANCELED: None

This item was submitted by Andrea L. James for record-keeping purposes.

FORT PIERCE INDUSTRIAL DISTRIBUTION PROCEEDS (DC 1000)

PROCEEDS FOR THE FOLLOWING SALES HAVE BEEN RECEIVED ON FORT PIERCE BUSINESS PARK:

PROJECT CODE: FPIND 001 00
 DEVELOPMENT AGREEMENT: DEVL 21
 FUND: School
 PROCEEDS RECEIVED: \$630,000.00 (12/27/07)

Certificate No.	DA Date	Lot / Purchaser	Sale Date	Acres	Gross Sales Price	Sale Proceeds to Ft. Pierce Business Park <i>rounded</i>
26456	12/07/07	Lot 132 Archery Development, LLC	11/19/07	1.004	\$175,700.00	\$124,982.00
26385	12/07/07	Lot 105 CRS Properties, LLC	11/19/07	1.012	\$177,100.00	\$125,975.00
24734	11/16/07	Lot 192 RAR Investments, LLC	09/12/07	3.500	\$595,000.00	\$394,127.00
26338	11/16/07	Lot 155 L.S. Properties, L.C.	10/23/07	1.995	\$349,125.00	\$239,836.00
24878	11/16/07	Lot 134 Monty A. Mosher	07/31/07	1.258	\$220,150.00	\$141,010.00
TOTAL				8.769	\$1,517,075.00	\$1,025.930.00

Beginning cash balance as of 09/12/07: \$ 89,979.00
 Sales Proceeds to Ft. Pierce Business Park: \$ 1,025,930.00
 Other proceeds: \$ 11,948.00
 Less Operating Costs: (\$ 119,531.00)
 Cash Available for members: \$ 1,008,326.00

TLA distributions: \$ 630,000.00
 LGJ, LC distributions: \$ 270,000.00
 Cash Remaining as of 12/06/07: \$ 108,326.00

FINANCIAL INFORMATION:

At closing, the purchase price has been paid to Ft. Pierce Business Park, L.C., for distribution pursuant to the Operating Agreement dated October 1, 1998, between the Trust Lands Administration and LGJ. The documentation of this transaction is available in the Trust Lands' Planning and Development files.

TRANSACTIONAL CONTEXT:

This sale has been made pursuant to the Operating Agreement for Ft. Pierce Business Park, L.C. of which LGJ, L.C. and the Trust Lands Administration are the sole members (DEVL 21). To finance development, Ft. Pierce Business Park has entered into a loan agreement with the City of St. George and Dixie-Escalante Rural Electric Association, Inc. 24.00% of the sales proceeds, after deducting closing costs and business expenses are used to service the loan out of the sales proceeds. The balance of the sales revenue is distributed to the members according to their participation in the L.C. (LGJ, L.C. - 30%, Trust Lands Administration - 70%).

This item was submitted by Andrea L. James for record-keeping purposes.

RIGHT OF ENTRY 5113 – SUN RIVER SAINT GEORGE, L.C.

THE FOLLOWING RIGHT OF ENTRY HAS BEEN EXECUTED AND PAYMENT RECEIVED:

RIGHT OF ENTRY NO.: 5113
PROJECT: Green Springs
PROJECT CODE: GRSPG 000 00
PROJECT MANAGER: Kyle Pasley
DATE OF AGREEMENT: December 13, 2007
COUNTY: Washington
FUND: School
COMMENCEMENT: December 15, 2007
EXPIRATION: April 14, 2008
TOTAL PAYMENT: \$250.00

PERMITTEE:

Sun River Saint George, L.C.
1404 Sunriver Parkway
St. George, Utah 84790

DESCRIPTION OF TRANSACTION:

On December 13, 2007, the Trust and Sun River Saint George, L.C. entered into a right of entry agreement for the purpose of digging test pits to use for geologic testing of the local area fault line. The right of entry shall expire four months from the commencement date. The standard Right of Entry fee of TWO HUNDRED FIFTY DOLLARS AND NO CENTS has been paid to the Trust.

LEGAL DESCRIPTION:

Township 42 South, Range 15 West, SLB&M
Section 11: Within the E $\frac{1}{2}$ W $\frac{1}{2}$ and the W $\frac{1}{2}$ E $\frac{1}{2}$.

Containing approximately 320 acres, more or less.

NUMBER OF ACRES BY COUNTY: 320 acres - Washington County

NUMBER OF ACRES BY FUND: 320 acres - School

Upon recommendation of Kyle Pasley, the Director accepted this transaction.

DEVELOPMENT SUBDIVISION SALE

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR:

SUBD 9.0 Rock Ridge Subdivision of the Coral Canyon Community

This transaction has been executed pursuant to Development Lease DEVL 610.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 4, Township 42.0 S, Range 14.0 W, SLBM

PURCHASER:

GOLDEN HERITAGE HOMES, INC.
2303 N. CORAL CANYON BLVD., SUITE 200
ST. GEORGE, UT 84780

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 14	26372-9-14	12/31/07	19929-9-14	06/23/06	\$10,919.84	\$20.00	0.11	MH	4

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Amera Musial.

DEVELOPMENT SUBDIVISION SALES

THE FOLLOWING SALES HAVE BEEN EXECUTED AND PATENTS ISSUED FOR:

SUBD 10.0 Highland Park Phase 1 Subdivision

These transactions have been executed pursuant to Development Lease DEVL 610.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 7, Township 42.0 S, Range 14.0 W, SLBM

Section 18, Township 42.0 S, Range 14.0 W, SLBM

PURCHASER:

GOLDEN HERITAGE HOMES, INC.

2303 N. CORAL CANYON BLVD., SUITE 200

ST. GEORGE, UT 84780

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Proc. Fee	Acreage	Fund	Section
Lot 242	26377-10-242	12/12/07	19928-10-242	07/07/06	\$13,346.93	\$20.00	0.16	SCH	7
Lot 35	26377-10-35	12/20/07	19928-10-35	07/07/06	\$19,440.00	\$20.00	0.22	SCH	7

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Amera Musial.

DEVELOPMENT SUBDIVISION SALES

THE FOLLOWING SALES HAVE BEEN EXECUTED AND PATENTS ISSUED FOR:

SUBD 12.0 Estates at Hidden Valley Phase 1

These transactions have been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC
3143 SOUTH 840 EAST
SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Lot 27	26417-12-27	12/21/07	19989-12-27	01/31/07	\$46,360.98	\$100.00	0.21	SCH	18
Lot 32	26417-12-32	12/31/07	19989-12-32	01/31/07	\$38,684.41	\$100.00	0.14	SCH	18
Lot 45	26417-12-45	12/27/07	19989-12-45	01/31/07	\$41,420.98	\$100.00	0.14	SCH	18

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Amera Musial.

DEVELOPMENT SUBDIVISION SALE

THE FOLLOWING SALE HAS BEEN EXECUTED AND A PATENT ISSUED FOR:

SUBD 14.0 Casitas at Hidden Valley

This transaction has been executed pursuant to Development Lease DEVL 754.

LEGAL DESCRIPTION: (SUBDIVISION)

Section 7, Township 43.0 S, Range 15.0 W, SLBM

Section 18, Township 43.0 S, Range 15.0 W, SLBM

PURCHASER:

IVORY SOUTHERN, LLC

3143 SOUTH 840 EAST

SAINT GEORGE, UT 84790

LOT SALE DESCRIPTION:

Desc /	Certificate #	Cert/Sale Dt	Patent #	Patent Dt	Lot Price	Fee	Acreage	Fund	Section
Unit 45	26419-14-45	12/21/07	19990-14-45	01/31/07	\$20,014.98	\$100.00	0.03	SCH	18

LIST MINERAL RESERVATIONS:

Subject to a reservation to the State of all coal and other mineral deposits along with the right for the State or other authorized persons to prospect for, mine, and remove the deposits.

LIST SURFACE RESERVATIONS:

Subject to an easement across the property for utilities as shown on the recorded plat map; also,

Subject to any valid, existing rights of way of any kind and any right, interest, reservation or exception appearing of record, and subject also to all rights of way for ditches, tunnels, and telephone and transmission lines that have been or may be constructed by the United States as provided by statute.

Subject to the Covenants, Conditions, and Restrictions that have been recorded for the subdivision.

This item was submitted for record-keeping purposes by Amera Musial.

ACTIONS CONTAINING FEE WAIVERS

SURFACE

GRAZING PERMIT NO. 22922 (AMENDMENT - REDUCTION OF AUMS AND CREDIT OF FEES)

Kent Murdock, 153 N. 3000 W., Mapleton, UT 84664, has requested that the BLM review his exchange-of-use AUMs allowed on GP 22922. Mike Tweddell of the Price BLM office sent a letter calculating the allowable exchange-of-use AUMs at 25.67 acres/AUM, or 624 total AUMs on GP 22922. The Trust Lands Administration's staff agrees with the BLM's determination of AUMs as calculated for the San Rafael Swell rangelands.

The AUMs on GP 22922 will be reduced from 810.37 to 624.00 AUMs. The acreage will remain the same. As this is an administrative amendment, no amendment fee (\$50.00) will be charged. The overpayment on the 2007/2008 billing for 186.37 AUMs, totaling \$661.61 in grazing and weed fees, will be credited to the 2008/2009 fees. Emery County. School Fund.

Upon recommendation of Mr. Ron Torgerson, the Director approved the reduction of AUMs and credit of fees for GP 22922.

DEVELOPMENT

RIGHT OF ENTRY 5105 – WADSWORTH BROTHERS CONSTRUCTION COMPANY

THE FOLLOWING RIGHT OF ENTRY AND GRADING AGREEMENT HAS BEEN EXECUTED:

RIGHT OF ENTRY NO.:	5105
PROJECT:	South Block
PROJECT CODE:	SOBLK 000 00
PROJECT MANAGER:	Kyle Pasley
DATE OF TRANSACTION:	October 11, 2007
COUNTY:	Washington
FUND:	School
COMMENCEMENT:	October 11, 2007
EXPIRATION:	April 30, 2010
TOTAL PAYMENT:	N/A (see below)

PERMITTEE:

Wadsworth Brothers Construction Company
1350 East Draper Parkway
Draper, Utah 84020

DESCRIPTION OF TRANSACTION:

On March 5, 2007, the Trust and the Utah Department of Transportation ("UDOT") entered into a settlement agreement concerning conflicting claims to the rights of certain materials on trust lands. The agreement settles the dispute by granting UDOT the right to a limited amount of material, in exchange for the relinquishment of all claims. This agreement removes all possible future UDOT claims from valuable development land. UDOT has contracted with

RIGHT OF ENTRY 5105 – WADSWORTH BROTHERS CONSTRUCTION COMPANY (CONTINUED)

Wadsworth Brothers Construction Company for the removal of the materials. This removal will take place according to a detailed grading plan, so the Trust will benefit from this agreement by getting the parcels graded to specification. The standard Right of Entry fees have been waived since the benefits to the Trust outlined above are of greater value than these fees.

LEGAL DESCRIPTION:

Township 43 South, Range 16 East, SLB&M
Section 24: Within

Containing approximately 35 acres.

NUMBER OF ACRES BY COUNTY: 35 acres - Washington County

NUMBER OF ACRES BY FUND: 35 acres - School

Upon recommendation of Kyle Pasley, the Director accepted this transaction.

TRUST ACCOUNTING ACTIONS

CANCELLED MINERAL LEASE CONTRACTS

The following minerals leases were not paid on or before the cancellation date of 12/10/2007. Certified notices were mailed.

<u>LEASE #</u>	<u>LESSEE NAME</u>	<u>BENE</u>	<u>COUNTY</u>	<u>TYPE</u>
ML 48976 OBA	Kennecott Utah Copper Corporation	SCH	UTAH	LS
ML 50073	Miller, Robert E.	SCH	TOOL	GYP
ML 50507	Titan Mining Group LLC	SCH	JUAB	MM
ML 50511	Kimmerle Mining, LLC	SCH	SANJ	MM

Upon recommendation of Mr. Gritzmacher, Budget Manager, the Director approved the cancellation of the above-listed mineral leases for non-payment.

REFUND – DUPLICATE PAYMENT – DELTA PETROLEUM

The following leases were paid twice for the 2007 rental year. We have received a letter from Delta Petroleum requesting a refund of the overpayments. The refund should be sent to 370 Seventeenth Street, Suite 4300 – Denver, CO 80202.

FUNDS: USU, MH, SCH

ML 50021 - \$ 121.50
 ML 50022 - \$1036.50
 ML 50031 - \$ 241.50
 ML 50032 - \$ 912.00
 ML 50039 - \$ 963.00
 ML 50040 - \$ 555.00
 ML 50041 - \$ 960.00

Upon recommendation of Mr. Gritzmacher, Budget Manager, the Director approved a refund for the total amount of \$4789.50 to Delta Petroleum resulting from the duplicate payments of the above-listed mineral lease permits.

PAID CERTIFICATES OF SALE

<u>CERT #</u>	<u>NAME</u>	<u>BENE</u>	<u>DATE PAID</u>
C 25472	Brush Resources	SCH	12/31/2007
C 25512	Brush Resources	SCH	12/31/2007

INTEREST RATES

Following are the current and past year prime rates:

CURRENT YEAR:	7.25%
ONE YEAR AGO:	8.25%